A bill to be entitled

An act relating to charter schools; creating s. 1002.335, F.S.; providing findings and intent; establishing the Florida Schools of Excellence Commission as a charter school authorizing entity; providing for startup funds; providing for membership of the commission; providing powers and duties of the commission, including serving as a sponsor of charter schools, approving certain entities to act as cosponsors, approving or denying applications for Florida Schools of Excellence (FSE) charter schools, and developing standards for and evaluating the performance of charter schools; requiring collaboration with municipalities, state universities, community colleges, and regional educational consortia as cosponsors for FSE charter schools; providing requirements for approval of cosponsors by the commission; providing components of required cosponsor agreements; providing causes for revocation of approval of a cosponsor; providing for FSE charter school application and review procedures; authorizing existing charter schools to apply as FSE charter schools; providing for application of specified provisions of law; requiring access to information by parents; requiring the commission to submit an annual report; requiring rulemaking; amending s. 1002.33, F.S.; providing requirements with respect to the right to appeal a charter school application denial; revising provisions relating to reporting of charter school student enrollment for purposes of funding; revising requirements relating to charter school

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CODING: Words stricken are deletions; words underlined are additions.

facilities created to mitigate certain educational impact; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Section 1002.335, Florida Statutes, is created to read:

1002.335 Florida Schools of Excellence Commission.--

- (1) FINDINGS. -- The Legislature finds that:
- (a) Charter schools are a critical component in the state's efforts to provide efficient and high-quality schools within the state's uniform system of public education.
- (b) Charter schools provide valuable educational options and innovative learning opportunities while expanding the capacity of the state's system of public education and empowering parents with the ability to make choices that best fit the individual needs of their children.
- (c) The growth of charter schools in the state has contributed to enhanced student performance, greater efficiency, and the improvement of all public schools.
- (d) The greatest challenges to the continued development and success of uniform high-quality charter schools are administrative issues, accountability issues, and a lack of sufficient communication and support from sponsors.
  - (2) INTENT. -- It is the intent of the Legislature that:
- (a) A new, independent state-level commission whose primary focus is the development and support of charter schools can better meet the growing and diverse needs of some of the increasing number and array of charter schools in the state and

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can further ensure that charter schools of the highest academic quality are approved and supported throughout the state in an efficient manner.

- (b) New sources of community support in the form of municipalities with knowledge of the unique needs of a particular community or state universities, community colleges, or regional educational consortia with special education expertise should be authorized to participate in developing and supporting charter schools that maximize access to a wide variety of high-quality educational options for all students regardless of disability, race, or socioeconomic status.
  - (3) FLORIDA SCHOOLS OF EXCELLENCE COMMISSION. --
- (a) The Florida Schools of Excellence Commission is established as an independent, state-level charter school authorizing entity working in collaboration with the Department of Education and under the supervision of the State Board of Education. Startup funds necessary to establish and operate the commission may be received through private contributions and federal and other institutional grants through the Grants and Donations Trust Fund and the Educational Aids Trust Fund housed within the department in addition to funds provided in the General Appropriations Act. The department shall assist in securing federal and other institutional grant funds to establish the commission.
- (b) The commission shall be composed of two members appointed by the President of the Senate, two members appointed by the Speaker of the House of Representatives, and three members appointed by the Governor. The appointments shall be made as soon as feasible, but no later than September 1, 2006. Each member

shall serve a term of 2 years; however, for the purpose of providing staggered terms, of the initial appointments, three members shall be appointed to 1-year terms and four members shall be appointed to 2-year terms. Thereafter, each appointee shall serve a 2-year term unless the State Board of Education, after review, extends the appointment. If a vacancy occurs on the commission, it shall be filled by the State Board of Education from a recommendation by the appropriate appointing authority according to the structure set forth in this paragraph. The members of the commission shall annually vote to appoint a chair and a vice-chair.

- (c) The commission is encouraged to convene its first meeting no later than October 1, 2006, and, thereafter, shall meet each month at the call of the chair or upon the request of four members of the commission. Four members of the commission shall constitute a quorum.
- (d) The commission shall appoint an executive director who shall employ such staff as is necessary to perform the administrative duties and responsibilities of the commission.
- (e) The members of the commission shall not be compensated for their services on the commission, but may be reimbursed for per diem and travel expenses pursuant to s. 112.061.
  - (4) POWERS AND DUTIES.--
  - (a) The commission shall have the power to:
- 1. Authorize and act as a sponsor of charter schools, including the approval and denial of charter school applications pursuant to subsection (8) and the nonrenewal or termination of charter schools pursuant to s. 1002.33(8).

2. Authorize municipalities, state universities, community colleges, and regional educational consortia to act as cosponsors of charter schools, including the approval and denial of cosponsor applications pursuant to State Board of Education rule and subsection (5) and the nonrenewal or termination of cosponsors pursuant to State Board of Education rule and the provisions of subsection (7).

- 3. Approve or deny Florida Schools of Excellence (FSE) charter school applications and renew or terminate charters of FSE charter schools.
  - (b) The commission shall have the following duties:
- 1. Review charter school applications and assist in the establishment of Florida Schools of Excellence (FSE) charter schools throughout the state. An FSE charter school shall exist as a public school within the state as a component of the delivery of public education within Florida's K-20 education system.
- 2. Develop, promote, and disseminate best practices for charter schools and charter school sponsors in order to ensure that high-quality charter schools are developed and incentivized. At a minimum, the standards shall encourage the development and replication of academically and financially proven charter school programs.
- 3. Develop, promote, and require high standards of accountability for any school that applies and is granted a charter under this section.
- 4. Monitor and annually review and evaluate the performance of the charter schools it sponsors and hold the schools accountable for their performance.

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5. Report the student enrollment in each of its sponsored charter schools to the district school board of the county in which the school is located.

- 6. Work with its cosponsors to monitor the financial management of each FSE charter school.
- 7. Direct charter schools and persons seeking to establish charter schools to sources of private funding and support.
- 8. Actively seek, with the assistance of the department, supplemental revenue from federal grant funds, institutional grant funds, and philanthropic organizations. The commission may, through the department's Grants and Donations Trust Fund, receive and expend gifts, grants, and donations of any kind from any public or private entity to carry out the purposes of this section.
- 9. Review and recommend to the Legislature any necessary revisions to statutory requirements regarding the qualification and approval of municipalities, state universities, community colleges, and regional educational consortia as cosponsors for FSE charter schools.
- 10. Review and recommend to the Legislature any necessary revisions to statutory requirements regarding the standards for accountability and criteria for nonrenewal or termination of cosponsors of FSE charter schools.
- 11. Assist its cosponsors and FSE charter schools in cooperating with district school boards to allow the charter schools to utilize unused space within district public schools.
- 12. Collaborate with municipalities, state universities, community colleges, and regional educational consortia as cosponsors for FSE charter schools for the purpose of providing

the highest level of public education to low-income, lowperforming, and underserved student populations.

- a. Such collaborations shall allow state universities and community colleges that cosponsor FSE charter schools to enable students attending a charter school to take college courses and receive high school and college credit for such courses.
- b. Such collaborations shall be used to determine the feasibility of opening charter schools for children with autism that work with and utilize the specialized expertise of the Centers for Autism and Related Disabilities established and operated pursuant to s. 1004.55.
- 13. Support municipalities when the mayor or chief executive, through resolution passed by the governing body of the municipality, expresses an intent to cosponsor and establish charter schools within the municipal boundaries.
- 14. Meet the needs of charter schools and school districts by uniformly administering high-quality charter schools, thereby removing administrative burdens from the school districts.
- 15. Work with school districts to assist them in effectively providing administrative services to their charter schools.
- 16. Perform all of the duties of sponsors set forth in s. 1002.33(5)(b) and (20).
  - (5) APPROVAL OF COSPONSORS.--
- (a) The commission shall begin accepting applications by municipalities, state universities, community colleges, and regional educational consortia no later than January 31, 2007. The commission shall have 90 days from receipt of an application

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under this paragraph to approve or deny the application unless the 90-day period is waived by the applicant.

- (b) The commission shall limit the number of charter schools that a cosponsor may approve pursuant to its review of the cosponsor's application under paragraph (c). Upon application by the cosponsor and review by the commission of the performance of a cosponsor's current charter schools, the commission may approve a cosponsor's application to raise the limit previously set by the commission.
- (c) Any entity set forth in paragraph (a) that is interested in becoming a cosponsor pursuant to this section shall prepare and submit an application to the commission that provides evidence that:
- 1. The entity has the necessary staff and infrastructure or has set forth the necessary contractual or interagency relationships to show that it is able to handle all of the administrative responsibilities required of a charter school sponsor as set forth in s. 1002.33(20).
- 2. The entity has the necessary staff expertise and infrastructure or has set forth the necessary contractual or interagency relationships to ensure that it will approve and is able to develop and maintain charter schools of the highest academic quality.
- 3. The entity has and is committed to providing and pursuing the necessary public and private financial resources and staff to ensure that it can monitor and support charter schools that are economically efficient and fiscally sound.

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4. The entity is committed to providing equal access to all students and to maintaining a diverse student population within its charter schools.

- 5. The entity is committed to focusing on low-income, low-performing, and underserved student populations.
- 6. The entity has articulated annual goals and expected outcomes for its charter schools as well as the methods and plans by which it will achieve those goals and outcomes.
- 7. The entity has policies in place to protect its cosponsoring practices from conflicts of interest.
- (d) The commission's decision to deny an application or to revoke approval of a cosponsor pursuant to subsection (7) is not subject to chapter 120 and may be appealed to the State Board of Education pursuant to s. 1002.33(6).
  - (6) COSPONSOR AGREEMENT. --
- (a) Upon approval of a cosponsor, the commission and its cosponsor shall enter into an agreement that defines the cosponsor's rights and obligations and includes the following:
- 1. An explanation of the personnel, contractual and interagency relationships, and potential revenue sources referenced in the application as required in paragraph (5)(c).
- 2. Incorporation of the requirements of equal access for all students, including any plans necessary to provide transportation reasonably necessary to provide access to as many students as possible.
- 3. Incorporation of the requirement to focus on low-income, low-performing, and underserved student populations.

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4. An explanation of the goals and expected outcomes for the cosponsor's charter schools and the method and plans by which they will be achieved as referenced in the application.

- 5. The conflict of interest policies referenced in the application.
- 6. An explanation of the disposition of facilities and assets upon termination and dissolution of a charter school approved by the cosponsor.
- 7. A provision requiring the cosponsor to annually appear before the commission and provide a report as to the information provided pursuant to s. 1002.33(9)(1) for each of its charter schools.
- 8. A provision requiring that the cosponsor report the student enrollment in each of its sponsored charter schools to the district school board of the county in which the school is located.
- 9. A provision requiring that the cosponsor work with the commission to provide the necessary reports to the State Board of Education.
- 10. Any other reasonable terms deemed appropriate by the commission given the unique characteristics of the cosponsor.
- (b) No cosponsor may receive applications for charter schools until a cosponsor agreement with the commission has been approved and signed by the commission and the appropriate individuals or governing bodies of the cosponsor.
- (c) The cosponsor agreement shall be proposed and negotiated pursuant to the timeframes set forth in s. 1002.33(6)(i).

(d) The cosponsor agreement shall be attached to and shall govern all charter school contracts entered into by the cosponsor.

- (7) CAUSES FOR REVOCATION OF APPROVAL OF A COSPONSOR.--If at any time the commission finds that a cosponsor is not in compliance, or is no longer willing to comply, with its contract with a charter school or with its cosponsor agreement with the commission, the commission shall provide notice and a hearing in accordance with State Board of Education rule. If after a hearing the commission confirms its initial finding, the commission shall revoke the cosponsor's approval. The commission may assume sponsorship over any charter schools sponsored by the cosponsor at the time of revocation. Thereafter, the commission may assume permanent sponsorship over such schools or may direct the school's governing body to apply to another cosponsor or to the appropriate district school board for sponsorship.
- (8) CHARTER SCHOOL APPLICATION AND REVIEW.--Charter school applications submitted to the commission or to a cosponsor approved by the commission pursuant to subsection (5) shall be subject to the same requirements set forth in s. 1002.33(6). The commission or cosponsor shall receive and review all applications for FSE charter schools according to the provisions of s. 1002.33(6)(b). All references to district school board in s. 1002.33(6)(b) shall refer to the commission or its cosponsors that receive applications for review.
- (9) APPLICATIONS OF EXISTING CHARTER SCHOOLS.--An application for an FSE charter school may be submitted by an existing charter school approved by a district school board. The approval of an application from an existing charter school shall

not relieve the charter school of any preexisting contractual obligations to the district school board sponsor that authorized the charter school except to the extent such obligations are waived by the district school board sponsor. A charter school that switches sponsors pursuant to this subsection shall be allowed to continue the use of all facilities, equipment, and other assets it owned or leased prior to the dissolution of its contract with a district school board sponsor.

- (10) APPLICATION OF CHARTER SCHOOL STATUTE.--The provisions of s. 1002.33(7)-(12), (14), and (16)-(19) shall apply to the commission, cosponsors, and charter schools approved pursuant to this section.
- (11) ACCESS TO INFORMATION.--The commission shall provide maximum access to information to all parents in the state. It shall maintain information systems, including, but not limited to, a user-friendly Internet website, that will provide information and data necessary for parents to make informed decisions. At a minimum, the commission must provide parents with information on its accountability standards, links to schools of excellence throughout the state, and public education programs available in the state.
- (12) ANNUAL REPORT.--Each year the chair of the commission shall appear before the State Board of Education and submit a report regarding the academic performance and fiscal responsibility of all charter schools and cosponsors approved under this section.
- (13) IMPLEMENTATION.--The State Board of Education shall adopt rules pursuant to ss. 120.536(1) and 120.54 necessary to facilitate the implementation of this section.

Section 2. Paragraphs (d), (e), (f), (g), and (h) of subsection (6) of section 1002.33, Florida Statutes, are redesignated as paragraphs (e), (f), (g), (h), and (i), respectively, and a new paragraph (d) is added to that subsection, and paragraph (a) of subsection (17) and paragraph (f) of subsection (18) of that section are amended, to read: 1002.33 Charter schools.--

- (6) APPLICATION PROCESS AND REVIEW.--Beginning September 1, 2003, applications are subject to the following requirements:
- (d) The right to appeal an application denial under paragraph (c) shall be contingent on the applicant having submitted the same or a substantially similar application to the Florida Schools of Excellence Commission or one of its cosponsors. Any such applicant whose application is denied by the commission or one of its cosponsors subsequent to its denial by the district school board may exercise its right to appeal the district school board's denial under paragraph (c) within 30 days after receipt of the commission's or cosponsor's denial or failure to act on the application. However, the applicant forfeits its right to appeal under paragraph (c) if it fails to submit its application to the commission or one of its cosponsors by August 1 of the school year immediately following the district school board's denial of the application.
- (17) FUNDING.--Students enrolled in a charter school, regardless of the sponsorship, shall be funded as if they are in a basic program or a special program, the same as students enrolled in other public schools in the school district. Funding for a charter lab school shall be as provided in s. 1002.32.
  - (a) Each charter school shall report its student enrollment

to the <u>sponsor</u> <u>district school board</u> as required in s. 1011.62, and in accordance with the definitions in s. 1011.61. The <u>sponsor</u> <u>district school board</u> shall include each charter school's enrollment in the district's report of student enrollment. All charter schools submitting student record information required by the Department of Education shall comply with the Department of Education's guidelines for electronic data formats for such data, and all districts shall accept electronic data that complies with the Department of Education's electronic format.

## (18) FACILITIES. --

To the extent that charter school facilities are specifically created to mitigate the educational impact created by the development of new residential dwelling units, pursuant to subparagraph (2)(c)4., some of or all of the educational impact fees required to be paid in connection with the new residential dwelling units may be designated instead for the construction of the charter school facilities that will mitigate the student station impact. Such facilities shall be built to the State Requirements for Educational Facilities and shall be owned by a public or nonprofit entity. The sponsor <del>local school district</del> retains the right to monitor and inspect such facilities to ensure compliance with the State Requirements for Educational Facilities. If a facility ceases to be used for public educational purposes, either the facility shall revert to the sponsor school district subject to any debt owed on the facility, or the owner of the facility shall have the option to refund all educational impact fees utilized for the facility to the sponsor school district. The district and the owner of the facility may contractually agree to another arrangement for the facilities if

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the facilities cease to be used for educational purposes. The owner of property planned or approved for new residential dwelling units and the entity levying educational impact fees shall enter into an agreement that designates the educational impact fees that will be allocated for the charter school student stations and that ensures the timely construction of the charter school student stations concurrent with the expected occupancy of the residential units. The application for use of educational impact fees shall include an approved charter school application. To assist the school district in forecasting student station needs, the entity levying the impact fees shall notify the affected district of any agreements it has approved for the purpose of mitigating student station impact from the new residential dwelling units.

Section 3. This act shall take effect July 1, 2006.